

# PARFINews

DEDICATED TO WEALTH MANAGEMENT

**“Earnings at the halfway mark are better than expected...”**

## Main News

- **A bit of the summertime blues** for global markets as most asset classes meandered at the start of August. Asian markets were mixed, with Japanese and Chinese stocks bucking a downdraft as the latter gained amid strong Caixin PMI data. Nasdaq futures extended an advance after leading a rally on Wall Street, but Dow contracts dropped. Treasuries edged lower, while the dollar was steady. Oil dropped. Gold futures rose to another record.
- **The Caixin China General Manufacturing PMI rose** to 52.8 in July 2020 from 51.2 in June, beating consensus of 51.3. The reading pointed to the third consecutive expansion in factory activity and the sharpest in nearly a decade, as consumer demand continued to improve following the COVID-19 crisis. Both output and new orders grew the most since January 2011, while buying level expanded for the third month in a row and at the steepest pace since January 2013.
- **Boris Johnson's inner circle** is considering a plan to seal off London and order at-risk members of the population to stay home as a worst-case option if virus infections spike, the Sunday Times reported. Local Government Secretary Robert Jenrick said restrictions adopted in the northwest of England show the government will act where and when it's necessary with a targeted approach. "We will restrict in certain areas," he told Times Radio.
- **Microsoft is continuing talks** to buy the company's operations in the U.S. and several other nations after CEO Satya Nadella spoke with Trump. Talks are expected to be completed no later than Sept. 15. Microsoft vowed to address the president's concerns, which already prompted TikTok to promise 10,000 more jobs in the U.S. Owner ByteDance prefers to spin it off rather than sell it to Microsoft, according to the SCMP.

## Main Markets

	Close	WTD	YTD		Close	WTD	YTD
<b>Equities</b>							
S&P 500	3271.12	1.43%	1.25%	MSCI World	2304.98	0.26%	-2.27%
DAX	12488.71	-4.15%	-5.74%	Eurostoxx 50	3202.40	-4.47%	-14.49%
Nikkei	22195.38	-4.46%	-6.18%	HSCEI	10033.20	-1.40%	-10.16%
S&P Bse Se	37075.94	1.42%	-10.13%	Brazil Ibovespa	102912.20	0.56%	-11.01%
<b>Commodities</b>							
Gold Spot	1972.42	3.89%	30.00%	WTI	39.81	-2.38%	-34.80%
<b>Currencies</b>							
EUR/USD	1.1773	1.04%	4.99%	USD/CAD	1.34	-0.03%	3.30%
EUR/CHF	1.0802	0.26%	-0.50%	USD/CNY	6.98	-0.63%	0.20%
GBP/EUR	1.1119	1.14%	-5.97%	USD/RUB	74.08	3.24%	19.58%
<b>Swap Rate</b>							
10Y US Rate	0.53	-5.05%	-71.51%	3M Libor	0.24875	1.14%	-86.97%
10Y EU Rate	-0.229	-21.87%	-212.25%	3M Euribor	-0.46	-2.83%	-20.89%
<b>Central Bank Rates</b>							
Fed Funds	0.25	N/A	N/A	ECB Rate	0.00	N/A	N/A

## Week Ahead

- **Central banks in the U.K., Australia, India and Brazil set policy this week.** The RBA and BOE will probably pledge heightened vigilance and continued support, much like the Fed did last week. The RBI may reduce its reverse repo rate but hold other measures following a recent uptick in inflation. Czech Republic, Thailand and Georgia set rates, too.
- **Euro-area sovereign bond sales** are set to total around 16 billion euros, according to Commerzbank. Citigroup warned 10-year gilt yields may touch 0.05% as the BOE debates negative rates and the shape of the economic recovery. Other European highlights include Swedish GDP, Russian CPI and German factory orders and IP.
- U.S. Treasury's Borrowing Plans and Fedspeak Starts, U.S. Jobs Report.
- After Big Tech helped earnings look better, here comes Disney and Uber.

EARNINGS WHISPERS									
Most Anticipated Earnings Releases									
for the week beginning August 3, 2020									
Monday		Tuesday		Wednesday		Thursday		Friday	
Before Open	After Close	Before Open	After Close	Before Open	After Close	Before Open	After Close	Before Open	After Close
THE TUCSON COMPANY	<b>Chegg</b>	AMARIN	BEYOND MEAT	moderna	Square	mapinfo	Livongo	Arbutus	
Tyson	BIOLACTIC	bp	ADIMON	CVSHealth	<b>Roku</b>	PLUG POWER	CLOUDFLARE	NETSCOUT	
globalpayments	<b>T2</b>	CYBERARK	The Walt Disney Company	wayfair	<b>fastly</b>	United Therapeutics	Dropbox	noble energy	
ORION OILFIELD SERVICES	RingCentral	Karyopharm	twilio	teva	Etsy	WIX.com	DATA DOG	International Flavors & Fragrances	
MCKESSON	solar edge	FIS	enphase ENERGY	green	zynga	CRONOS GROUP	Uber	Canadian Solar	
Ferrari	KLA	Inphi	NIKOLA	Humana	Western Digital	Western Digital	theTradeDesk	Meridian Insurance, Inc.	
M&M'S	CIRIUS LOGIC	lendingtree	afm	REGENERON	MicroVision	SCORPIO	T-Mobile	noble MIDSTREAM PARTNERS	
MPLX	Five9	RAIPI LARSEN	paycom	REGENERON	inseego	NORWEGIAN	alteryx	AMEREN	
KOSMOS	AIG	leidos	upwork	ADVANCED ENERGY	ENERGY TRANSFER	PAPA JOHN'S	FICRINET	VENTAS	
Ligand	REALTY FINCOME	Mallinckrodt	glu	SONOS	FLIR	BOOKING HOLDINGS	MAGNA		

## Quote of the week

«It is better to sleep on things beforehand than lie awake about them.»

Baltasar Gracian

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